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Governor

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MEMORANDUM

To: Utah State Building Board
From: David G. Buxton 
Date: September 10, 2008
Subject: **Reallocate Unallocated Roofing Funds to Facility Maintenance Audit Program**

Recommendation

DFCM recommends that the Building Board reallocate \$110,000 from the Unallocated Roofing account to DFCM's Facility Maintenance Audit Program.

Background

Statute requires DFCM to conduct periodic audits of the facility maintenance audit programs at state agencies and institutions of Higher Education. DFCM has entered into a contract with ISES Corporation to conduct these audits in behalf of DFCM. In order to fund this contract, DFCM requests that the Building Board reallocate \$110,000 from Unallocated Roofing account to DFCM's Facility Maintenance Audit Program. Funds in the unallocated roofing account come from bid savings on roofing projects (capital improvement projects). This account has built up an excess balance of approximately \$700,000 that needs to be reallocated to other worthy projects such as the facility maintenance audit program. Sections of the Utah Code pertaining to this issue are listed below.

Utah Code 63A-5-204(3)

(f) The division [DFCM] shall:

- (i) prescribe a standard format for reporting compliance with the the facility maintenance standards;
- (ii) report agency and institution compliance or noncompliance with the standards to the Legislature; and
- (iii) conduct periodic audits of exempt agencies and institutions to ensure that they are complying with the standards.

Utah Code 63A-5-204(5)

The director [DFCM] may:

- (a) hire or otherwise procure assistance and services, professional, skilled, or otherwise, that are necessary to carry out the director's responsibilities, and may expend funds provided for that purpose either through annual operating budget appropriations or from nonlapsing project funds.

DGB:KDB:sle